



STATE OF ALASKA
DEPARTMENT OF
COMMERCE
COMMUNITY AND
ECONOMIC DEVELOPMENT

Mike Dunleavy, Governor
Julie Sande, Commissioner
Keith Kurber II, Chairman

Regulatory Commission of Alaska

October 23, 2023

In reply refer to: Finance Section
File: PC34-0920Z
Letter Order No.: L2300351

Katherine Panamarioff
Utility Clerk
Ouzinkie, City of
P.O. Box 109
Ouzinkie, AK 99644

Dear Ms. Panamarioff:

On October 19, 2023, the Commission approved updated **Permanent** Power Cost Equalization (PCE) amount(s) in cents per kilowatt-hour (¢/kWh) for Ouzinkie, City of (OUZINKIE), for the listed classes of customers as follows:

Residential	28.58¢
Community Facilities	28.58¢

The revised PCE amount(s) result from the review of OUZINKIE's Fuel Report filed on October 3, 2023. The PCE amount(s) are effective for bills rendered on or after October 20, 2023. A copy of the Commission Staff's recommendations and schedules are attached as an Appendix.

OUZINKIE is reminded of its obligation under the PCE legislation to provide its customers with the notice specified in AS 42.45.120 or similar notice approved by the Alaska Energy Authority.

OUZINKIE is also reminded of its obligation under 3 AAC 52.620 and 3 AAC 52.640 to notify the Commission of any change in its rates, surcharges, fuel costs, and/or efficiency of operation, and advises OUZINKIE that a failure to comply with those reporting requirements could jeopardize continued participation in the program.

If OUZINKIE believes that the calculation used to establish the PCE amount set out above is incorrect, it should seek reconsideration setting forth why it believes the calculation is in error. Any reconsideration request must be submitted within 15 days of the date of this Letter Order.

If you have any questions regarding the calculation of PCE amount(s), please contact Utility Financial Analyst Brenda Cox at (907) 263-2131.

BY DIRECTION OF THE COMMISSION

Sincerely,

REGULATORY COMMISSION OF ALASKA

Kevin AufDerHeide

Kevin AufDerHeide (Oct 23, 2023 10:08 AKDT)

Kevin AufDerHeide
Finance Section Manager

cc: Katherine Aubry, Alaska Energy Authority

STATE OF ALASKA

**DEPARTMENT OF COMMERCE,
COMMUNITY & ECONOMIC DEVELOPMENT**
REGULATORY COMMISSION OF ALASKA

MIKE DUNLEAVY, GOVERNOR

701 WEST EIGHT AVENUE, SUITE 300
ANCHORAGE, ALASKA 99501-3469
PHONE: (907) 276-6222
FAX: (907) 276-0160
TTY/Alaska Relay: (800) 770-8973
WEBSITE: <http://rca.alaska.gov>

DATE: October 23, 2023

INVOICE#: 34-0920Z

DATE DUE: November 22, 2023

Katherine Panamarioff
Utility Clerk
Ouzinkie, City of
P.O. Box 109
Ouzinkie, AK 99644

Fee for Commission Staff analysis and recommendations Re:

FILE #: PC34-0920Z
LO #: L2300351

Fuel Report under the Power Cost Equalization Program

Amount Due:

\$ 39

TOTAL AMOUNT DUE:

\$ 39

MAKE CHECK PAYABLE TO: **STATE OF ALASKA**

PLEASE REMIT CHECK AND COPY OF THIS INVOICE TO:

**REGULATORY COMMISSION OF ALASKA
701 W. 8TH AVE., SUITE 300
ANCHORAGE, AK 99501-3469**

If you have any questions, please contact Naomi Johnston at (907) 263-2132 or
naomi.johnson@alaska.gov.

Ouzinkie, City of

FILE #: PC34-0920Z

Amount Due: \$ 39

LO #: L2300351

Check Number _____

Please tear along dotted line and submit payment with bottom portion. Thank you.

Power Cost Memorandum Fuel Cost Update and Surcharge Change

Date: October 19, 2023

Utility Name (Cert. No.) <u>City of Ouzinkie (357)</u>	Utility File No. <u>PC34-0920Z</u>	Date Filed: <u>October 3, 2023</u>
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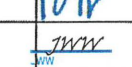
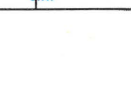
PCE AMOUNT SUMMARY	Previously Approved PC34-0920Y	Staff Recommended Amount(s) and Effective Date PC34-0920Z
Class Rate	<u>Date Approved:</u> October 6, 2023	October 20, 2023
Residential	\$ 0.2858	\$ 0.2858
Community Facilities	\$ 0.2858	\$ 0.2858
	<input type="checkbox"/> Interim <input checked="" type="checkbox"/> Permanent	<input type="checkbox"/> Interim <input checked="" type="checkbox"/> Permanent

Prior Fuel Purchase Price: \$ <u>4.2400</u>	New Fuel Purchase Price: \$ <u>4.2400</u>
<input checked="" type="checkbox"/> Actual <input type="checkbox"/> Weighted	<input checked="" type="checkbox"/> Actual <input type="checkbox"/> Weighted
Delivery Charge: _____	Surcharge Change: Previous <u>0.0242</u> Updated <u>0.0309</u>

Signed: Brenda Cox
Brenda Cox

Utility Financial Analyst

Commission decision re. this recommendation :

	Date (if different from 10/19/23)	I CONCUR	I DO NOT CONCUR	I WILL WRITE A DISSENTING STATEMENT *
Kurber			For Kk II	
Doyle				
Espindola				
Pickett				
Wilson				

Special Instructions to Staff:

* If this column is initialed, Staff will contact the Commissioner for the statement. Otherwise, dissent will simply be noted at the close of the By Direction Letter or Order.

Signature: Bob Doyle
Bob Doyle (Oct 19, 2023 16:32 AKDT)
Email: bob.doyle@alaska.gov

Signature: Janis W. Wilson
Janis W. Wilson (Oct 19, 2023 14:29 AKDT)
Email: janis.wilson@alaska.gov

CITY OF OUZINKIE

APPENDIX 1

POWER COST EQUALIZATION CALCULATION BASED ON TEST PERIOD ENDING JUNE 30, 2020 Fuel Cost Update and Surcharge Change

	PC34-0920Y	PC34-0920Z	
	Prior Commission Approval	Utility Request	Staff Recommended
A. Total kWh Generated	741,505	741,505	741,505
B. Total kWh Sold (Appendix 2)*	588,404	588,404	588,404
C. Total Non-Fuel Costs (Appendix 2)	133,960	133,960	133,960
D. Non-Fuel Cost/kWh (C / B)	\$0.2277	\$0.2277	\$0.2277
E. Total Fuel Costs (Appendix 2)	156,872	156,872	156,872
F. Fuel Costs/kWh (E / B)	\$0.2666	\$0.2666	\$0.2666
G. Eligible Costs/kWh (D + F)	\$0.4944	\$0.4944	\$0.4944
H. Eligible Cost/kWh (G) less base rate in effect	\$0.3009	\$0.3009	\$0.3009
I. Lesser of (H) or 80.65 cents/kWh	\$0.3009	\$0.3009	\$0.3009
J. Average Class Rates (Appendix 3)			
Residential	\$0.3307	\$0.3374	\$0.3374
Community Facilities	\$0.4307	\$0.4374	\$0.4374
Class Power Cost Equalization Per kWh Payable			
K. Lesser of: (I) x 95% or (J)			
Residential	\$0.2858	\$0.2858	\$0.2858
Community Facilities	\$0.2858	\$0.2858	\$0.2858
L. Funding Level in Effect	100%	100%	100%
Residential	\$0.2858	\$0.2858	\$0.2858
Community Facilities	\$0.2858	\$0.2858	\$0.2858

PC34-0920Z
Appendix 1

CITY OF OUZINKIE

APPENDIX 2

SCHEDULE OF ELIGIBLE POWER COSTS, SALES, AND EFFICIENCY BASED ON TEST PERIOD ENDING JUNE 30, 2020 Fuel Cost Update and Surcharge Change

		PC34-0920Y	PC34-0920Z	
		Prior Commission Approval	Per Utility	Staff Recommended
Non-Fuel Costs:				
A.	Personnel Expenses	93,253	93,253	93,253
B.	Operating Expenses	20,838	20,838	20,838
C.	General & Administrative	14,007	14,007	14,007
D.	Depreciation	7,018	7,018	7,018
E.	Interest Expense	-	-	-
F.	Other Revenues	(1,156)	(1,156)	(1,156)
G.	Total Non-Fuel Costs	\$133,960	\$133,960	\$133,960
Fuel Costs:				
H.	Gallons Consumed for Electric Generation	36,998	36,998	36,998
I.	Most Recent Price	\$4.2400	\$4.2400	\$4.2400
		9/29/2023		
J.	Total Cost of Fuel	\$156,872	\$156,872	\$156,872
K.	kWh Sales	588,404	588,404	588,404
L.	.1 kWh Generated: Diesel	479,067	479,067	479,067
	.2 kWh Purchased/Generated: Hydro	195,000	195,000	195,000
	Total	674,067	674,067	674,067
M.	Station Service	34,503	34,503	34,503
N.	Fuel Efficiency \geq 10.0 (kWhs generated per gallons consumed)	12.95	12.95	12.95
O.	Line Loss \leq 12%	7.59%	7.59%	7.59%
(kWh generated -(kwh sold + station service))/kwh generated)				

PC34-0920Z
Appendix 2

Calculation of Average Class Rate per kWh

Rate Schedule: Residential

(1) kWh by Block	(2) Rate (\$/kWh)	(3) Surcharge If Applicable (\$/kWh)	(4) Total (\$/kWh) (2+3)	(5) Total \$ (1x4)	(6) Avg. (\$/kWh) (5)/(1)	(7) Avg. Rate (\$/kWh) - \$0.1935 kWh
750	0.5000	0.0309	0.5309	398.18	0.5309	0.3374

750 398.18 0.5309 0.3374
TOTAL (A) (E)

Rate Schedule: Community Facilities

(1) kWh by Block	(2) Rate (\$/kWh)	(3) Surcharge If Applicable (\$/kWh)	(4) Total (\$/kWh) (2+3)	(5) Total \$ (1x4)	(6) Avg. (\$/kWh) (5)/(1)	(7) Avg. Rate (\$/kWh) - \$0.1935 /kWh
750	0.6000	0.0309	0.6309	473.18	0.6309	0.4374

TOTAL (A) (E)

Rate Schedule:

(1) kWh by Block	(2) Rate (\$/kWh)	(3) Surcharge If Applicable (\$/kWh)	(4) Total (\$/kWh) (2+3)	(5) Total \$ (1x4)	(6) Avg. (\$/kWh) (5)/(1)	(7) Avg. Rate (\$/kWh) - \$0.1935 /kWh

TOTAL (A) (E)